

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 3469 - SB 3545

February 11, 2010

SUMMARY OF BILL: Authorizes the sale of alcoholic beverages for on-premises consumption at a facility owned by a non-profit organization located on the Cumberland Plateau that offers year-round overnight accommodations to visitors in historic inns and cottages.

ESTIMATED FISCAL IMPACT:

Increase State Revenue - Not Significant

Increase Local Expenditures – Not Significant

Increase Local Revenue – Not Significant/Permissive

Increase Local Expenditures – Not Significant/Permissive

Assumptions:

- The provisions of this bill will only apply to Historic Rugby in Morgan County.
- No additional personnel or resources will be needed by the Alcoholic Beverage Commission (ABC).
- There will be an initial license application fee of \$300 and a \$2,000 annual renewal fee to the State ABC Fund.
- Any increase in local government expenditures related to the administrative cost of collecting local privilege taxes associated with such licenses is estimated to be not significant.
- The local privilege tax in Morgan County is \$1,500.

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- Upon licensing, the entity will be assessed state and local sales taxes on alcoholic beverage sales, 15 percent liquor-by-the-drink tax on each alcoholic beverage sold and any applicable county or city privilege tax.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized "J" and "W".

James W. White, Executive Director

/agl